

FISCAL NOTE

HB 603 - SB 905

January 17, 2002

SUMMARY OF BILL: Establishes the Day Labor Services Act. Among other things the bill does the following:

- Defines day laborer as a natural person who contracts for employment with a day labor service agency.
- Requires day labor service agencies to register with the Department of Labor and Workforce Development and allows the Department to assess each agency a registration fee not exceeding \$250.
- Establishes requirements for day labor agencies and authorizes the Department to revoke the registration of agencies for noncompliance.
- Requires the Department of Labor and Workforce Development to:
 - Recommend that day labor service agencies employ persons who can speak Spanish or any other language used in the locale.
 - Adopt rules for violation hearings and penalties for violations; and
 - Post in each agency a notice that informs the public of a toll-free number for day laborers and the public to file wage complaints and other alleged violations by day laborer service agencies.
 - Suspend or revoke an agency's registration if warranted by public health and safety concerns or violations of this bill.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures - \$603,000
\$48,000 One-time

Increase State Revenues - Exceeds \$100,000

Estimate assumes:

An increase in state expenditures for 12 positions and related expenses to administer the provisions of the bill including investigations and resolution of complaints.

An increase in state revenues from the collection of registration fees. The amount of increased revenues will depend on the number of day labor agencies that operate in the state. This number is unknown but is estimated to be sufficient in size to generate revenues in excess of \$100,000.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

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A handwritten signature in black ink, reading "James A. Davenport". The signature is written in a cursive style with a large, stylized initial 'J'.

James A. Davenport, Executive Director